

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

*Original*

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

S

W-02355A  
**SULGER WATER COMPANY # 2**  
**C/O VALERIE BETTS, OWNER**  
**1380 W CAROLINE LANE**  
**TEMPE, AZ 85284**

**RECEIVED**

SEP 22 2008

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

9-22-08

SCANNED

## COMPANY INFORMATION

**Company Name (Business Name)** SULGER WATER COMPANY #2

**Mailing Address** C/O VALERIE BETTS 1380 W CAROLINE LANE  
(Street)

TEMPE  
(City)

AZ  
(State)

85284  
(Zip)

480 893-6726

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email**

**Address** VALERIEBETTS@HOTMAIL.COM

**Local Office Mailing Address** 2616 CALLE SEIS  
(Street)

HUACHUCA CITY  
(City)

AZ  
(State)

85616  
(Zip)

520 234-7447 - TIMOTHY

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

480 893-6726 - VALERIE  
Cell No. (Include Area Code)

**Email Address** VALERIEBETTS@HOTMAIL.COM

## MANAGEMENT INFORMATION

**Management Contact:** VALERIE BETTS OWNER  
(Name) (Title)

1380 W CAROLINE LANE TEMPE AZ 85284  
(Street) (City) (State) (Zip)

480 893-6726

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** VALERIEBETTS@HOTMAIL.COM

**On Site Manager:** TIMOTHY SULGER  
(Name)

2611 CALLE SEIS HUACHUCA CITY AZ 85616  
(Street) (City) (State) (Zip)

520 234-7447

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** TSULGER@SULGER.COM

**X Please mark this box if the above address(es) have changed or are updated since the last filing.**

<b>Statutory Agent:</b> <u>VALERIE BETTS</u> <div style="text-align: center;">(Name)</div>			
<u>1380 W CAROLINE LANE</u> <div style="text-align: center;">(Street)</div>	<u>TEMPE</u> <div style="text-align: center;">(City)</div>	<u>AZ</u> <div style="text-align: center;">(State)</div>	<u>85284</u> <div style="text-align: center;">(Zip)</div>
<u>480 893-6726</u> <div style="display: flex; justify-content: space-between;"> <span>Telephone No. (Include Area Code)</span> <span>Fax No. (Include Area Code)</span> <span>Cell No. (Include Area Code)</span> </div>			
<b>Attorney:</b> _____ <div style="text-align: center;">(Name)</div>			
_____ <div style="text-align: center;">(Street)</div>	_____ <div style="text-align: center;">(City)</div>	_____ <div style="text-align: center;">(State)</div>	_____ <div style="text-align: center;">(Zip)</div>
<div style="display: flex; justify-content: space-between;"> <span>Telephone No. (Include Area Code)</span> <span>Fax No. (Include Area Code)</span> <span>Cell No. (Include Area Code)</span> </div>			
<b>Email Address</b> _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input type="checkbox"/> Partnership (P)	<input type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input checked="" type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	5,000.00	0	5,000.00
304	Structures and Improvements	26,767.00	7,100.00	19,667.00
307	Wells and Springs	20,000.00	20,000.00	0
311	Pumping Equipment	13,970.00	11,264.00	2,706.00
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	66,304.00	17,928.00	48,376.00
333	Services			
334	Meters and Meter Installations	505.00	401.00	104.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	4,024.00	1,696.00	2,328.00
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>136,570.00</b>	<b>58,389.00</b>	<b>78,181.00</b>

This amount goes on the Balance Sheet Acct. No. 108

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	26,676.00	3.04%	810.00
304	Structures and Improvements			
307	Wells and Springs	3,788.00	14.28%	541.00
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	66,294.00	2.70%	1,787.00
333	Services			
334	Meters and Meter Installations	505.00	8.51%	43.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	4,024.00	21.07%	848.00
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>101,287.00</b>	<b>3.98%</b>	<b>4,029.00</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

**BALANCE SHEET**

<b>Acct No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 2,023.65	\$4,737.08
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$2,023.65</b>	<b>\$4,737.08</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$136,479.00	\$144,574.23
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	( 54,353.00)	( 41,801.00)
121	Non-Utility Property	19,284.66	12,914.08
122	Accumulated Depreciation – Non Utility	( 1,542.00)	( 1,982.00)
	<b>TOTAL FIXED ASSETS</b>	<b>\$ 99,868.66</b>	<b>\$113,705.31</b>
	<b>TOTAL ASSETS</b>	<b>\$101,892.31</b>	<b>\$118,442.39</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$145.30	\$ 525.00
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	47.96	47.96
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$193.26	\$ 572.96
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$120,321.56	\$139,593.66
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$120,321.56	\$139,593.66
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)	( 18,622.51)	( 21,724.23)
	<b>TOTAL CAPITAL</b>	(\$18,622.51)	(\$21,724.23)
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$101,892.31</b>	<b>\$118,442.39</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$1,776.53	\$2,702.81
460	Unmetered Water Revenue		
474	Other Water Revenues	300.00	750.00
	<b>TOTAL REVENUES</b>	<b>\$2,076.53</b>	<b>\$3,452.81</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	1,018.20	1,225.38
618	Chemicals		
620	Repairs and Maintenance	6,390.37	5,018.21
621	Office Supplies and Expense	1,286.03	2,411.24
630	Outside Services	6,219.84	69,762.00
635	Water Testing		
641	Rents	1,522.80	1,571.55
650	Transportation Expenses	5,074.08	4,386.22
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	184.42	
403	Depreciation Expense	4,029.00	5,126.00
408	Taxes Other Than Income		
408.11	Property Taxes	127.96	73.98
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$27,225.90</b>	<b>\$89,574.58</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>(\$25,149.37)</b>	<b>(\$86,121.77)</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$0.00</b>	<b>\$0.00</b>
	<b>NET INCOME/(LOSS)</b>	<b>(\$25,149.37)</b>	<b>(\$86,121.77)</b>



**SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	10-1-99	08-01-00	06-01-04	
Source of Loan	OWNER	OWNER	OWNER	
ACC Decision No.				
Reason for Loan	CONSTRUCTION & EQUIPMENT	CONSTRUCTION & EQUIPMENT	CONSTRUCTION & EQUIPMENT	
Dollar Amount Issued	\$10,076.00	\$78,894.00	\$15,054.00	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity	12-31-01 12-31-05	12-31-05	06-01-07	
Interest Rate	10%	10%	10%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$10,076	\$78,894.00	\$15,054.00	\$

Meter Deposit Balance at Test Year End

\$2,702.81

Meter Deposits Refunded During the Test Year

\$0

**COMPANY NAME** SULGER WATER COMPANY # 2

**Name of System:** SULGER WATER COMPANY # 2      **ADEQ Public Water System Number:** 02120

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
12-8-811	5	35	300	6	518	1979
	10	75	300	6	518	1979

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
2,500 GALLONS	1	5,000 GALLONS	1

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

**COMPANY NAME SULGER WATER COMPANY # 2**

**Name of System: SULGER WATER COMPANY # 2**

**ADEQ Public Water System Number: 02120**

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	Sch 40 PVC	900
3		
4	Sch 40 PVC	7,444
5		
6		
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	
3/4	15
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

**For the following three items, list the utility owned assets in each category for each system.**

**TREATMENT EQUIPMENT:**

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**STRUCTURES:**

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**OTHER:**

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***Note: If you are filing for more than one system, please provide separate sheets for each system.***

COMPANY NAME: SULGER WATER COMPANY #2

Name of System: SULGER WATER COMPANY # 2

ADEQ Public Water System Number: 02120

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007**

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY		48,624	48,624	
FEBRUARY		49,880	49,880	
MARCH		50,120	50,120	
APRIL		52,482	52,482	
MAY		59,820	59,820	
JUNE		68,246	68,246	
JULY		69,611	69,611	
AUGUST		71,003	71,003	
SEPTEMBER		72,463	72,463	
OCTOBER		86,746	86,746	
NOVEMBER		84,112	84,112	
DECEMBER		94,826	94,826	
TOTALS →		807,933	807,933	

What is the level of arsenic for each well on your system? .01 mg/l  
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement?      GPM for      hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
☐ Yes                      ☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
☐ Yes                      ☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
☐ Yes                      ☐ No

If yes, provide the GPCPD amount:                                 

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME SULGER WATER COMPANY # 2 YEAR ENDING 12/31/2007

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 123.46

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

**RECEIVED**

SEP 22 2003

**VERIFICATION**

**STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE**

COUNTY OF MARICOPA
VALERIE BETTS, OWNER
SULGER WATER COMPANY #2

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**

**I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**

*Valerie Betts*

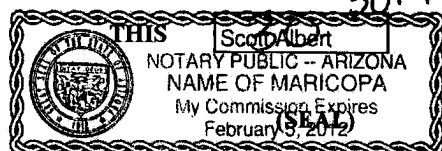
SIGNATURE OF OWNER OR OFFICIAL

480 893-6726

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**



**DAY OF**

COUNTY NAME	Maricopa	
MONTH	August	2008

**MY COMMISSION EXPIRES**

*February 8th 2012*

SIGNATURE OF NOTARY PUBLIC

COMPANY NAME SULGER WATER COMPANY # 2 YEAR ENDING 12/31/2007

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0.00</u>
Estimated or Actual Federal Tax Liability	<u>0.00</u>
State Taxable Income Reported	<u>0.00</u>
Estimated or Actual State Tax Liability	<u>0.00</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>                    </u>
Amount of Gross-Up Tax Collected	<u>                    </u>
Total Grossed-Up Contributions/Advances	<u>                    </u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Valerie Betts  
SIGNATURE

8/30/08  
DATE

VALERIE BETTS  
PRINTED NAME

OWNER  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

SEP 22 2008

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF MARICOPA
VALERIE BETTS, OWNER
SULGER WATER COMPANY #2

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:**

Arizona Intrastate Gross Operating Revenues Only (\$)

\$2,702.81

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 148.84  
IN SALES TAXES BILLED, OR COLLECTED)**

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

*Valerie Betts*

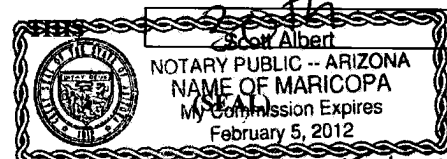
SIGNATURE OF OWNER OR OFFICIAL

480 893-6726

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**



**DAY OF**

COUNTY NAME	Maricopa	
MONTH	August	2008

SIGNATURE OF NOTARY PUBLIC

**MY COMMISSION EXPIRES** February 5th 2012



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

**RECEIVED**

SEP 22 2008

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF MARICOPA	
VALERIE BETTS	OWNER
SULGAR WATER COMPANY #2	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

<b>MONTH</b>	<b>DAY</b>	<b>YEAR</b>
12	31	2007

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**SWORN STATEMENT**

**IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:**

**ARIZONA INTRASTATE GROSS OPERATING REVENUES**

**\$ 2,702.81**

**THE AMOUNT IN BOX AT LEFT**

**INCLUDES \$ 148.84**

**IN SALES TAXES BILLED, OR COLLECTED)**

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

  
SIGNATURE OF OWNER OR OFFICIAL

480 893-6726

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

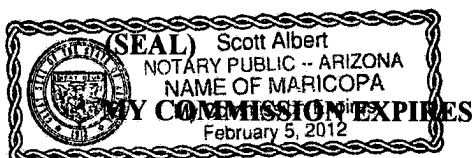
**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

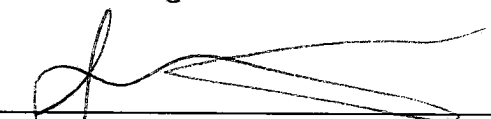
30

**DAY OF**

NOTARY PUBLIC NAME <u>Scott Albert</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>August</u>	20 <u>08</u>



X

  
SIGNATURE OF NOTARY PUBLIC  
February 5th 2012